

1. Introduction

This report presents estimates by the United States government of U.S. anthropogenic greenhouse gas emissions and sinks for the years 1990 through 2002. A summary of these estimates is provided in Table 2-3 and Table 2-4 by gas and source category in the Trends in Greenhouse Gas Emissions chapter. The emission estimates in these tables are presented on both a full molecular mass basis and on a Global Warming Potential (GWP) weighted basis in order to show the relative contribution of each gas to global average radiative forcing.¹ This report also discusses the methods and data used to calculate these emission estimates.

In June of 1992, the United States signed, and later ratified in October, the United Nations Framework Convention on Climate Change (UNFCCC). The ultimate objective of the UNFCCC is “to achieve, in accordance with the relevant provisions of the Convention, stabilization of greenhouse gas concentrations in the atmosphere at a level that would prevent dangerous anthropogenic interference with the climate system. Such a level should be achieved within a time-frame sufficient to allow ecosystems to adapt naturally to climate change, to ensure that food production is not threatened and to enable economic development to proceed in a sustainable manner.”^{2,3}

Parties to the Convention, by ratifying, “shall develop, periodically update, publish and make available...national inventories of anthropogenic emissions by sources and removals by sinks of all greenhouse gases not controlled by the Montreal Protocol, using comparable methodologies...”⁴ The United States views this report as an opportunity to fulfill these commitments under the UNFCCC.

In 1988, preceding the creation of the UNFCCC, the World Meteorological Organization (WMO) and the United Nations Environment Programme (UNEP) jointly established the Intergovernmental Panel on Climate Change (IPCC). The charter of the IPCC is to assess available scientific information on climate change, assess the environmental and socio-economic impacts of climate change, and formulate response strategies (IPCC 1996). Under Working Group 1 of the IPCC, nearly 140 scientists and national experts from more than thirty countries collaborated in the creation of the *Revised 1996 IPCC Guidelines for National Greenhouse Gas Inventories* (IPCC/UNEP/OECD/IEA 1997) to ensure that the emission inventories submitted to the UNFCCC are consistent and comparable between nations. The IPCC accepted the *Revised 1996 IPCC Guidelines* at its Twelfth Session (Mexico City, 11-13 September 1996). This report presents information in accordance with these guidelines. In addition, this inventory is in accordance with the IPCC *Good Practice Guidance and Uncertainty Management in National Greenhouse Gas Inventories*, which further expanded upon the methodologies in the *Revised 1996 IPCC Guidelines*.

Overall, this inventory of anthropogenic greenhouse gas emissions provides a common and consistent mechanism through which Parties to the UNFCCC can estimate emissions and compare the relative contribution of individual sources, gases, and nations to climate change, and is a prerequisite for accounting for reductions and evaluating possible mitigation strategies. The structure of this report is consistent with the current UNFCCC Guidelines on Reporting and Review (UNFCCC 2003).

¹ See the section below entitled *Global Warming Potentials* for an explanation of GWP values.

² The term “anthropogenic”, in this context, refers to greenhouse gas emissions and removals that are a direct result of human activities or are the result of natural processes that have been affected by human activities (IPCC/UNEP/OECD/IEA 1997).

³ Article 2 of the Framework Convention on Climate Change published by the UNEP/WMO Information Unit on Climate Change. See <<http://unfccc.int>>. (UNEP/WMO 2000)

⁴ Article 4(1)(a) of the United Nations Framework Convention on Climate Change (also identified in Article 12). Subsequent decisions by the Conference of the Parties elaborated the role of Annex I Parties in preparing national inventories. See <<http://unfccc.int>>.

1.1. Background Information

Greenhouse Gases

Although the Earth's atmosphere consists mainly of oxygen and nitrogen, neither plays a significant role in enhancing the greenhouse effect because both are essentially transparent to terrestrial radiation. The greenhouse effect is primarily a function of the concentration of water vapor, carbon dioxide (CO₂), and other trace gases in the atmosphere that absorb the terrestrial radiation leaving the surface of the Earth (IPCC 1996). Changes in the atmospheric concentrations of these greenhouse gases can alter the balance of energy transfers between the atmosphere, space, land, and the oceans.⁵ A gauge of these changes is called radiative forcing, which is a simple measure of changes in the energy available to the Earth-atmosphere system (IPCC 1996). Holding everything else constant, increases in greenhouse gas concentrations in the atmosphere will produce positive radiative forcing (i.e., a net increase in the absorption of energy by the Earth).

Climate change can be driven by changes in the atmospheric concentrations of a number of radiatively active gases and aerosols. We have clear evidence that human activities have affected concentrations, distributions and life cycles of these gases (IPCC 1996).

Naturally occurring greenhouse gases include water vapor, CO₂, methane (CH₄), nitrous oxide (N₂O), and ozone (O₃). Several classes of halogenated substances that contain fluorine, chlorine, or bromine are also greenhouse gases, but they are, for the most part, solely a product of industrial activities. Chlorofluorocarbons (CFCs) and hydrochlorofluorocarbons (HCFCs) are halocarbons that contain chlorine, while halocarbons that contain bromine are referred to as bromofluorocarbons (i.e., halons). As stratospheric ozone depleting substances, CFCs, HCFCs, and halons are covered under the *Montreal Protocol on Substances that Deplete the Ozone Layer*. The UNFCCC defers to this earlier international treaty. Consequently, Parties are not required to include these gases in national greenhouse gas inventories.⁶ Some other fluorine-containing halogenated substances—hydrofluorocarbons (HFCs), perfluorocarbons (PFCs), and sulfur hexafluoride (SF₆)—do not deplete stratospheric ozone but are potent greenhouse gases. These latter substances are addressed by the UNFCCC and accounted for in national greenhouse gas inventories.

There are also several gases that, although they do not have a commonly agreed upon direct radiative forcing effect, do influence the global radiation budget. These tropospheric gases include carbon monoxide (CO), nitrogen dioxide (NO₂), sulfur dioxide (SO₂), and tropospheric (ground level) O₃. Tropospheric ozone is formed by two precursor pollutants, volatile organic compounds (VOCs) and nitrogen oxides (NO_x) in the presence of ultraviolet light (sunlight). Aerosols are extremely small particles or liquid droplets that are often composed of sulfur compounds, carbonaceous combustion products, crustal materials and other human induced pollutants. They can affect the absorptive characteristics of the atmosphere. Comparatively, however, the level of scientific understanding of aerosols is still very low (IPCC 2001).

Carbon dioxide, CH₄, and N₂O are continuously emitted to and removed from the atmosphere by natural processes on Earth. Anthropogenic activities, however, can cause additional quantities of these and other greenhouse gases to be emitted or sequestered, thereby changing their global average atmospheric concentrations. Natural activities such as respiration by plants or animals and seasonal cycles of plant growth and decay are examples of processes that only cycle carbon or nitrogen between the atmosphere and organic biomass. Such processes, except when directly or indirectly perturbed out of equilibrium by anthropogenic activities, generally do not alter average atmospheric greenhouse gas concentrations over decadal timeframes. Climatic changes resulting from anthropogenic activities, however, could have positive or negative feedback effects on these natural systems.

⁵ For more on the science of climate change, see NRC (2001).

⁶ Emissions estimates of CFCs, HCFCs, halons and other ozone-depleting substances are included in this document for informational purposes.

Atmospheric concentrations of these gases, along with their rates of growth and atmospheric lifetimes, are presented in Table 1-1.

Table 1-1: Global atmospheric concentration (ppm unless otherwise specified), rate of concentration change (ppb/year) and atmospheric lifetime (years) of selected greenhouse gases

Atmospheric Variable	CO ₂	CH ₄	N ₂ O	SF ₆ ^a	CF ₄ ^a
Pre-industrial atmospheric concentration	280	0.722	0.270	0	40
Atmospheric concentration ^b	372.3	1.729-1.843 ^c	0.317-0.318 ^c	4.7-4.8	80
Rate of concentration change ^d	1.5 ^e	0.007 ^e	0.0008	0.24	1.0
Atmospheric Lifetime	5-200 ^f	12 ^g	114 ^g	3,200	>50,000

Source: Current atmospheric concentrations for CO₂, CH₄, N₂O, and SF₆ are from Blasing and Jones (2003). All other data is from IPCC (2001).

^a Concentrations in parts per trillion (ppt) and rate of concentration change in ppt/year.

^b Concentration for SF₆ was measured in 2001; concentration for CF₄ was measured in 2000. Concentrations for all other gases were measured in 2002.

^c The low and high endpoints of the range represent concentrations from Tasmania, a mid-latitude Southern-Hemisphere site, and Ireland, a mid-latitude Northern-Hemisphere site, respectively.

^d Rate is calculated over the period 1990 to 1999.

^e Rate has fluctuated between 0.9 and 2.8 ppm per year for CO₂ and between 0 and 0.013 ppm per year for CH₄ over the period 1990 to 1999.

^f No single lifetime can be defined for CO₂ because of the different rates of uptake by different removal processes.

^g This lifetime has been defined as an “adjustment time” that takes into account the indirect effect of the gas on its own residence time.

A brief description of each greenhouse gas, its sources, and its role in the atmosphere is given below. The following section then explains the concept of GWPs, which are assigned to individual gases as a measure of their relative average global radiative forcing effect.

Water Vapor (H₂O). Overall, the most abundant and dominant greenhouse gas in the atmosphere is water vapor. Water vapor is neither long-lived nor well mixed in the atmosphere, varying spatially from 0 to 2 percent (IPCC 1996). In addition, atmospheric water can exist in several physical states including gaseous, liquid, and solid. Human activities are not believed to affect directly the average global concentration of water vapor, but, the radiative forcing produced by the increased concentrations of other greenhouse gases may indirectly affect the hydrologic cycle. While a warmer atmosphere has an increased water holding capacity, increased concentrations of water vapor affects the formation of clouds, which can both absorb and reflect solar and terrestrial radiation. Aircraft contrails, which consist of water vapor and other aircraft emittants, are similar to clouds in their radiative forcing effects (IPCC 1999).

Carbon Dioxide. In nature, carbon is cycled between various atmospheric, oceanic, land biotic, marine biotic, and mineral reservoirs. The largest fluxes occur between the atmosphere and terrestrial biota, and between the atmosphere and surface water of the oceans. In the atmosphere, carbon predominantly exists in its oxidized form as CO₂. Atmospheric CO₂ is part of this global carbon cycle, and therefore its fate is a complex function of geochemical and biological processes. Carbon dioxide concentrations in the atmosphere increased from approximately 280 parts per million by volume (ppmv) in pre-industrial times to 372.3 ppmv in 2001, a 33 percent increase (IPCC 2001 and Blasing and Jones 2003).^{7,8} The IPCC definitively states that “the present atmospheric CO₂ increase is caused by anthropogenic emissions of CO₂” (IPCC 2001). The predominant source of anthropogenic CO₂ emissions is the combustion of fossil fuels. Forest clearing, other biomass burning, and some non-energy production processes (e.g., cement production) also emit notable quantities of CO₂.

⁷ The pre-industrial period is considered as the time preceding the year 1750 (IPCC 2001).

⁸ Carbon dioxide concentrations during the last 1,000 years of the pre-industrial period (i.e., 750-1750), a time of relative climate stability, fluctuated by about ±10 ppmv around 280 ppmv (IPCC 2001).

In its second assessment, the IPCC also stated that “[t]he increased amount of carbon dioxide [in the atmosphere] is leading to climate change and will produce, on average, a global warming of the Earth’s surface because of its enhanced greenhouse effect—although the magnitude and significance of the effects are not fully resolved” (IPCC 1996).

Methane. Methane is primarily produced through anaerobic decomposition of organic matter in biological systems. Agricultural processes such as wetland rice cultivation, enteric fermentation in animals, and the decomposition of animal wastes emit CH₄, as does the decomposition of municipal solid wastes. Methane is also emitted during the production and distribution of natural gas and petroleum, and is released as a by-product of coal mining and incomplete fossil fuel combustion. Atmospheric concentrations of CH₄ have increased by about 150 percent since pre-industrial times, although the rate of increase has been declining. The IPCC has estimated that slightly more than half of the current CH₄ flux to the atmosphere is anthropogenic, from human activities such as agriculture, fossil fuel use, and waste disposal (IPCC 2001).

Methane is removed from the atmosphere through a reaction with the hydroxyl radical (OH) and is ultimately converted to CO₂. Minor removal processes also include reaction with chlorine in the marine boundary layer, a soil sink, and stratospheric reactions. Increasing emissions of CH₄ reduce the concentration of OH, a feedback that may increase the atmospheric lifetime of CH₄ (IPCC 2001).

Nitrous Oxide. Anthropogenic sources of N₂O emissions include agricultural soils, especially production of nitrogen-fixing crops and forages, the use of synthetic and manure fertilizers, and manure deposition by livestock; fossil fuel combustion, especially from mobile combustion; adipic (nylon) and nitric acid production; wastewater treatment and waste combustion; and biomass burning. The atmospheric concentration of N₂O has increased by 17 percent since 1750, from a pre-industrial value of about 270 ppb to 318 ppb in 2002, a concentration that has not been exceeded during the last thousand years. Nitrous oxide is primarily removed from the atmosphere by the photolytic action of sunlight in the stratosphere (IPCC 2001).

Ozone. Ozone is present in both the upper stratosphere,⁹ where it shields the Earth from harmful levels of ultraviolet radiation, and at lower concentrations in the troposphere,¹⁰ where it is the main component of anthropogenic photochemical “smog.” During the last two decades, emissions of anthropogenic chlorine and bromine-containing halocarbons, such as CFCs, have depleted stratospheric ozone concentrations. This loss of ozone in the stratosphere has resulted in negative radiative forcing, representing an indirect effect of anthropogenic emissions of chlorine and bromine compounds (IPCC 1996). The depletion of stratospheric ozone and its radiative forcing was expected to reach a maximum in about 2000 before starting to recover, with detection of such recovery not expected to occur much before 2010 (IPCC 2001).

The past increase in tropospheric ozone, which is also a greenhouse gas, is estimated to provide the third largest increase in direct radiative forcing since the pre-industrial era, behind CO₂ and CH₄. Tropospheric ozone is produced from complex chemical reactions of volatile organic compounds mixing with NO_x in the presence of sunlight. Ozone, CO, SO₂, nitrogen dioxide (NO₂) and particulate matter are included in the category referred to as “ambient air pollutants” in the United States under the Clean Air Act¹¹ and its subsequent amendments. The tropospheric concentrations of ozone and these other pollutants are short-lived and, therefore, spatially variable.

⁹ The stratosphere is the layer from the troposphere up to roughly 50 kilometers. In the lower regions the temperature is nearly constant but in the upper layer the temperature increases rapidly because of sunlight absorption by the ozone layer. The ozone-layer is the part of the stratosphere from 19 kilometers up to 48 kilometers where the concentration of ozone reaches up to 10 parts per million.

¹⁰ The troposphere is the layer from the ground up to 11 kilometers near the poles and up to 16 kilometers in equatorial regions (i.e., the lowest layer of the atmosphere where people live). It contains roughly 80 percent of the mass of all gases in the atmosphere and is the site for most weather processes, including most of the water vapor and clouds.

¹¹ [42 U.S.C § 7408, CAA § 108]

Halocarbons, Perfluorocarbons, and Sulfur Hexafluoride. Halocarbons are, for the most part, man-made chemicals that have both direct and indirect radiative forcing effects. Halocarbons that contain chlorine (CFCs, HCFCs, methyl chloroform, and carbon tetrachloride) and bromine (halons, methyl bromide, and hydrobromofluorocarbons (HBFCs)) result in stratospheric ozone depletion and are therefore controlled under the *Montreal Protocol on Substances that Deplete the Ozone Layer*. Although CFCs and HCFCs include potent global warming gases, their net radiative forcing effect on the atmosphere is reduced because they cause stratospheric ozone depletion, which itself is an important greenhouse gas in addition to shielding the Earth from harmful levels of ultraviolet radiation. Under the *Montreal Protocol*, the United States phased out the production and importation of halons by 1994 and of CFCs by 1996. Under the Copenhagen Amendments to the *Protocol*, a cap was placed on the production and importation of HCFCs by non-Article 5¹² countries beginning in 1996, and then followed by a complete phase-out by the year 2030. While ozone depleting gases covered under the *Montreal Protocol* and its Amendments are not covered by the UNFCCC; they are reported in this inventory under Annex 6.2 for informational purposes.

HFCs, PFCs, and SF₆ are not ozone depleting substances, and therefore are not covered under the *Montreal Protocol*. They are, however, powerful greenhouse gases. HFCs are primarily used as replacements for ozone depleting substances but also emitted as a by-product of the HCFC-22 manufacturing process. Currently, they have a small aggregate radiative forcing impact, but it is anticipated that their contribution to overall radiative forcing will increase (IPCC 2001). PFCs and SF₆ are predominantly emitted from various industrial processes including aluminum smelting, semiconductor manufacturing, electric power transmission and distribution, and magnesium casting. Currently, the radiative forcing impact of PFCs and SF₆ is also small, but they have a significant growth rate, extremely long atmospheric lifetimes, and are strong absorbers of infrared radiation, and therefore have the potential to influence climate far into the future (IPCC 2001).

Carbon Monoxide. Carbon monoxide has an indirect radiative forcing effect by elevating concentrations of CH₄ and tropospheric ozone through chemical reactions with other atmospheric constituents (e.g., the hydroxyl radical, OH) that would otherwise assist in destroying CH₄ and tropospheric ozone. Carbon monoxide is created when carbon-containing fuels are burned incompletely. Through natural processes in the atmosphere, it is eventually oxidized to CO₂. Carbon monoxide concentrations are both short-lived in the atmosphere and spatially variable.

Nitrogen Oxides. The primary climate change effects of nitrogen oxides (i.e., NO and NO₂) are indirect and result from their role in promoting the formation of ozone in the troposphere and, to a lesser degree, lower stratosphere, where it has positive radiative forcing effects.¹³ Additionally, NO_x emissions from aircraft are also likely to decrease CH₄ concentrations, thus having a negative radiative forcing effect (IPCC 1999). Nitrogen oxides are created from lightning, soil microbial activity, biomass burning (both natural and anthropogenic fires) fuel combustion, and, in the stratosphere, from the photo-degradation of N₂O. Concentrations of NO_x are both relatively short-lived in the atmosphere and spatially variable.

Nonmethane Volatile Organic Compounds (NMVOCs). Nonmethane volatile organic compounds include substances such as propane, butane, and ethane. These compounds participate, along with NO_x, in the formation of tropospheric ozone and other photochemical oxidants. NMVOCs are emitted primarily from transportation and industrial processes, as well as biomass burning and non-industrial consumption of organic solvents. Concentrations of NMVOCs tend to be both short-lived in the atmosphere and spatially variable.

Aerosols. Aerosols are extremely small particles or liquid droplets found in the atmosphere. They can be produced by natural events such as dust storms and volcanic activity, or by anthropogenic processes such as fuel combustion

¹² Article 5 of the *Montreal Protocol* covers several groups of countries, especially developing countries, with low consumption rates of ozone depleting substances. Developing countries with per capita consumption of less than 0.3 kg of certain ozone depleting substances (weighted by their ozone depleting potential) receive financial assistance and a grace period of ten additional years in the phase-out of ozone depleting substances.

¹³ NO_x emissions injected higher in the stratosphere, primarily from fuel combustion emissions from high altitude supersonic aircraft, can lead to stratospheric ozone depletion.

and biomass burning. Aerosols affect radiative forcing differently than greenhouse gases, and their radiative effects occur through direct and indirect mechanisms: directly by scattering and absorbing solar radiation; and indirectly by increasing droplet counts that modify the formation, precipitation efficiency, and radiative properties of clouds. Aerosols are removed from the atmosphere relatively rapidly by precipitation. Because aerosols generally have short atmospheric lifetimes, and have concentrations and compositions that vary regionally, spatially, and temporally, their contributions to radiative forcing are difficult to quantify (IPCC 2001).

The indirect radiative forcing from aerosols is typically divided into two effects. The first effect involves decreased droplet size and increased droplet concentration resulting from an increase in airborne aerosols. The second effect involves an increase in the water content and lifetime of clouds due to the effect of reduced droplet size on precipitation efficiency (IPCC 2001). Recent research has placed a greater focus on the second indirect radiative forcing effect of aerosols.

Various categories of aerosols exist, including naturally produced aerosols such as soil dust, sea salt, biogenic aerosols, sulfates, and volcanic aerosols, and anthropogenically manufactured aerosols such as industrial dust and carbonaceous¹⁴ aerosols (e.g., black carbon, organic carbon) from transportation, coal combustion, cement manufacturing, waste incineration, and biomass burning.

The net effect of aerosols on radiative forcing is believed to be negative (i.e., net cooling effect on the climate), although because they remain in the atmosphere for only days to weeks, their concentrations respond rapidly to changes in emissions.¹⁵ Locally, the negative radiative forcing effects of aerosols can offset the positive forcing of greenhouse gases (IPCC 1996). “However, the aerosol effects do not cancel the global-scale effects of the much longer-lived greenhouse gases, and significant climate changes can still result” (IPCC 1996).

The IPCC’s Third Assessment Report notes that “the indirect radiative effect of aerosols is now understood to also encompass effects on ice and mixed-phase clouds, but the magnitude of any such indirect effect is not known, although it is likely to be positive” (IPCC 2001). Additionally, current research suggests that another constituent of aerosols, black carbon, may have a positive radiative forcing (Jacobson 2001). The primary anthropogenic emission sources of black carbon include diesel exhaust and open biomass burning.

Global Warming Potentials

A GWP is a quantified measure of the globally averaged relative radiative forcing impacts of a particular greenhouse gas (see Table 1-2). It is defined as the ratio of the time-integrated radiative forcing from the instantaneous release of 1 kg of a trace substance relative to that of 1 kg of a reference gas (IPCC 2001). Direct radiative effects occur when the gas itself absorbs radiation. Indirect radiative forcing occurs when chemical transformations involving the original gas produces a gas or gases that are greenhouse gases, or when a gas influences other radiatively important processes such as the atmospheric lifetimes of other gases. The reference gas used is CO₂, and therefore GWP weighted emissions are measured in teragrams of CO₂ equivalent (Tg CO₂ Eq.)¹⁶ The relationship between gigagrams (Gg) of a gas and Tg CO₂ Eq. can be expressed as follows:

$$\text{Tg CO}_2 \text{ Eq} = (\text{Gg of gas}) \times (\text{GWP}) \times \left(\frac{\text{Tg}}{1,000 \text{ Gg}} \right)$$

where,

¹⁴ Carbonaceous aerosols are aerosols that are comprised mainly of organic substances and forms of black carbon (or soot) (IPCC 2001).

¹⁵ Volcanic activity can inject significant quantities of aerosol producing sulfur dioxide and other sulfur compounds into the stratosphere, which can result in a longer negative forcing effect (i.e., a few years) (IPCC 1996).

¹⁶ Carbon comprises 12/44^{ths} of carbon dioxide by weight.

Tg CO₂ Eq. = Teragrams of Carbon Dioxide Equivalent
 Gg = Gigagrams (equivalent to a thousand metric tons)
 GWP = Global Warming Potential
 Tg = Teragrams

GWP values allow for a comparison of the impacts of emissions and reductions of different gases. According to the IPCC, GWPs typically have an uncertainty of ± 35 percent. The parties to the UNFCCC have also agreed to use GWPs based upon a 100-year time horizon although other time horizon values are available.

*Greenhouse gas emissions and removals should be presented on a gas-by-gas basis in units of mass... In addition, consistent with decision 2/CP.3, Parties should report aggregate emissions and removals of greenhouse gases, expressed in CO₂ equivalent terms at summary inventory level, using GWP values provided by the IPCC in its Second Assessment Report... based on the effects of greenhouse gases over a 100-year time horizon.*¹⁷

Greenhouse gases with relatively long atmospheric lifetimes (e.g., CO₂, CH₄, N₂O, HFCs, PFCs, and SF₆) tend to be evenly distributed throughout the atmosphere, and consequently global average concentrations can be determined. The short-lived gases such as water vapor, carbon monoxide, tropospheric ozone, ozone precursors (e.g., NO_x, and NMVOCs), and tropospheric aerosols (e.g., SO₂ products and carbonaceous particles), however, vary regionally, and consequently it is difficult to quantify their global radiative forcing impacts. No GWP values are attributed to these gases that are short-lived and spatially inhomogeneous in the atmosphere.

Table 1-2: Global Warming Potentials and Atmospheric Lifetimes (Years) Used in this Report

Gas	Atmospheric Lifetime	GWP ^a
CO ₂	50-200	1
CH ₄ ^b	12 \pm 3	21
N ₂ O	120	310
HFC-23	264	11,700
HFC-32	5.6	650
HFC-125	32.6	2,800
HFC-134a	14.6	1,300
HFC-143a	48.3	3,800
HFC-152a	1.5	140
HFC-227ea	36.5	2,900
HFC-236fa	209	6,300
HFC-4310mee	17.1	1,300
CF ₄	50,000	6,500
C ₂ F ₆	10,000	9,200
C ₄ F ₁₀	2,600	7,000
C ₆ F ₁₄	3,200	7,400
SF ₆	3,200	23,900

Source: (IPCC 1996)

^a 100-year time horizon

^b The GWP of CH₄ includes the direct effects and those indirect effects due to the production of tropospheric ozone and stratospheric water vapor. The indirect effect due to the production of CO₂ is not included.

¹⁷ Framework Convention on Climate Change; <<http://unfccc.int/resource/docs/cop8/08.pdf>>; 1 November 2002; Report of the Conference of the Parties at its eighth session; held at New Delhi from 23 October to 1 November 2002; Addendum; Part One: Action taken by the Conference of the Parties at its eighth session; Decision -/CP.8; Communications from Parties included in Annex I to the Convention: Guidelines for the Preparation of National Communications by Parties Included in Annex I to the Convention, Part 1: UNFCCC reporting guidelines on annual inventories; p. 7. (UNFCCC 2003)

[Begin Box]

Box 1-1: The IPCC Third Assessment Report and Global Warming Potentials

The IPCC recently published its Third Assessment Report (TAR), providing the most current and comprehensive scientific assessment of climate change. Within this report, the GWPs of several gases were revised relative to the IPCC's Second Assessment Report (SAR), and new GWPs have been calculated for an expanded set of gases. Since the SAR, the IPCC has applied an improved calculation of CO₂ radiative forcing and an improved CO₂ response function (presented in WMO 1999). The GWPs are drawn from WMO (1999) and the SAR, with updates for those cases where significantly different new laboratory or radiative transfer results have been published. Additionally, the atmospheric lifetimes of some gases have been recalculated. Because the revised radiative forcing of CO₂ is about 12 percent lower than that in the SAR, the GWPs of the other gases relative to CO₂ tend to be larger, taking into account revisions in lifetimes. In addition, the values for radiative forcing and lifetimes have been calculated for a variety of halocarbons, which were not presented in the SAR. Table 1-3 presents the new GWPs, relative to those presented in the SAR.

Table 1-3: Comparison of 100 Year GWPs

Gas	SAR	TAR	Change	
CO ₂	1	1	NC	NC
CH ₄ *	21	23	2	10%
N ₂ O	310	296	(14)	(5%)
HFC-23	11,700	12,000	300	3%
HFC-32	650	550	(100)	(15%)
HFC-125	2,800	3,400	600	21%
HFC-134a	1,300	1,300	NC	NC
HFC-143a	3,800	4,300	500	13%
HFC-152a	140	120	(20)	(14%)
HFC-227ea	2,900	3,500	600	21%
HFC-236fa	6,300	9,400	3,100	49%
HFC-4310mee	1,300	1,500	200	15%
CF ₄	6,500	5,700	(800)	(12%)
C ₂ F ₆	9,200	11,900	2,700	29%
C ₄ F ₁₀	7,000	8,600	1,600	23%
C ₆ F ₁₄	7,400	9,000	1,600	22%
SF ₆	23,900	22,200	(1,700)	(7%)

Source: (IPCC 2001)

NC (No Change)

Note: Parentheses indicate negative values.

* The GWP of CH₄ includes the direct effects and those indirect effects due to the production of tropospheric ozone and stratospheric water vapor. The indirect effect due to the production of CO₂ is not included.

Although the GWPs have been updated by the IPCC, this report uses GWPs from the SAR. The UNFCCC reporting guidelines for national inventories¹⁸ were updated in 2002 but continue to require the use of GWPs from the SAR so that current estimates of aggregate greenhouse gas emissions for 1990 through 2002 are consistent and comparable with estimates developed prior to the publication of the TAR. Therefore, to comply with international reporting standards under the UNFCCC, official emission estimates are reported by the United States using SAR GWP values. For informational purposes, emission estimates that use the updated GWPs are presented below and in even more detail in Annex 6.1. Overall, these revisions to GWP values do not have a significant effect on U.S. emission trends, as shown in Table 1-4. All estimates provided throughout this report are also presented in unweighted units.

¹⁸ See <<http://unfccc.int/resource/docs/cop8/08.pdf>>.

Table 1-4: Effects on U.S. Greenhouse Gas Emission Trends Using IPCC SAR and TAR GWP Values (Tg CO₂ Eq.)

Gas	Change from 1990 to 2002		Revisions to Annual Estimates	
	SAR	TAR	1990	2002
CO ₂	780.0	780.0	0	0
CH ₄	(44.6)	(48.8)	61.2	57.0
N ₂ O	22.7	21.6	(17.8)	(18.8)
HFCs, PFCs, and SF ₆	47.3	46.9	(2.6)	(3.0)
Total	805.4	799.8	40.9	35.2
Percent Change	13.1%	13.0%	0.7%	0.5%

Note: Parentheses indicate negative values. Totals may not sum due to independent rounding.

Table 1-5 below shows a comparison of total emission estimates by sector using both the IPCC SAR and TAR GWP values. For most sectors, the change in emissions was minimal. The effect on emissions from waste was by far the greatest (an average of 8.7 percent), due the predominance of CH₄ emissions in this sector. Emissions from all other sectors were comprised of mainly CO₂ or a mix of gases, which moderated the effect of the changes.

Table 1-5: Comparison of Emissions by Sector using IPCC SAR and TAR GWP Values (Tg CO₂ Eq.)

Sector	1990	1996	1997	1998	1999	2000	2001	2002
Energy								
SAR GWP (Used In Inventory)	5,144.5	5,646.4	5,716.6	5,738.6	5,806.1	5,991.4	5,871.9	5,914.8
TAR GWP	5,165.3	5,665.4	5,735.3	5,757.1	5,823.8	6,009.3	5,889.7	5,932.0
Difference (%)	0.4%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%
Industrial Processes								
SAR GWP (Used In Inventory)	297.4	318.3	324.1	331.9	326.2	329.3	301.9	310.7
TAR GWP	293.6	314.1	320.5	329.1	322.6	325.6	298.3	307.0
Difference (%)	(1.3%)	(1.3%)	(1.1%)	(0.9%)	(1.1%)	(1.1%)	(1.2%)	(1.2%)
Solvent and Other Product Use								
SAR GWP (Used In Inventory)	4.3	4.5	4.8	4.8	4.8	4.8	4.8	4.8
TAR GWP	4.1	4.3	4.6	4.6	4.6	4.6	4.6	4.6
Difference (%)	(4.5%)	(4.5%)	(4.5%)	(4.5%)	(4.5%)	(4.5%)	(4.5%)	(4.5%)
Agriculture								
SAR GWP (Used In Inventory)	436.0	468.3	473.8	476.2	474.2	469.9	468.6	467.1
TAR GWP	438.4	470.0	475.3	477.7	475.9	471.4	470.1	468.6
Difference (%)	0.5%	0.4%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%
Land-Use Change and Forestry								
SAR GWP (Used In Inventory)	(957.9)	(1,055.2)	(821.0)	(705.8)	(675.8)	(690.2)	(689.7)	(690.7)
TAR GWP	(957.9)	(1,055.2)	(821.0)	(705.8)	(675.8)	(690.2)	(689.7)	(690.7)
Difference (%)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Waste								
SAR GWP (Used In Inventory)	246.9	249.9	245.2	239.0	241.2	243.0	236.8	237.2
TAR GWP	268.6	271.7	266.6	259.7	262.0	264.0	257.2	257.7
Difference (%)	8.8%	8.7%	8.7%	8.7%	8.6%	8.6%	8.6%	8.6%
Net Emissions (Sources and Sinks)								
SAR GWP (Used In Inventory)	5,171.3	5,632.1	5,943.5	6,084.7	6,176.8	6,348.2	6,194.1	6,243.8
TAR GWP	5,212.2	5,670.3	5,981.2	6,122.3	6,213.1	6,384.7	6,230.1	6,279.1
Difference (%)	0.8%	0.7%	0.6%	0.6%	0.6%	0.6%	0.6%	0.6%

NC (No change)

Note: Parentheses indicate negative values. Totals may not sum due to independent rounding.

[End Box]

1.2. Institutional Arrangements

The U.S. Environmental Protection Agency (EPA), in cooperation with other U.S. government agencies, prepares the Inventory of U.S. Greenhouse Gas Emissions and Sinks. A wide range of agencies and individuals are involved in supplying data to, reviewing, or preparing portions of the U.S. Inventory—including federal and state government authorities, research and academic institutions, industry associations, and private consultants.

Within EPA, the Office of Atmospheric Programs (OAP) is the lead office responsible for the emission calculations provided in the Inventory, as well as the completion of the National Inventory Report and the Common Reporting Format tables. The Office of Transportation and Air Quality (OTAQ) is also involved in calculating emissions for the Inventory. While the U.S. Department of State officially submits the annual Inventory to the UNFCCC, EPA's OAP serves as the focal point for questions and comments on the U.S. Inventory. The staff of OAP and OTAQ coordinates the annual methodological choice, activity data collection, and emission calculations at the individual source category level. Within OAP, an Inventory coordinator compiles the entire Inventory into the proper reporting format for submission to the UNFCCC, and is responsible for the collection and consistency of cross-cutting issues in the Inventory.

Several other government agencies contribute to the collection and analysis of the underlying activity data used in the Inventory calculations. Formal relationships exist between EPA and other U.S. agencies that provide for the provision of official data for use in the Inventory. The U.S. Department of Energy's Energy Information Administration provides national fuel consumption data and the U.S. Department of Defense provides military fuel consumption and bunker fuels. Informal relationships also exist with other U.S. agencies to provide activity data for use in EPA's emission calculations. These include: the U.S. Department of Agriculture, the U.S. Geological Survey, the Federal Highway Administration, the Department of Transportation, the Bureau of Transportation Statistics, the Department of Commerce, the National Agricultural Statistics Service, and the Federal Aviation Administration. Academic and research centers also provide activity data and calculations to EPA, as well as individual companies participating in voluntary outreach efforts with EPA. Finally, the U.S. Department of State officially submits the Inventory to the UNFCCC each April.

1.3. Inventory Process

EPA has a decentralized approach to preparing the Inventory, which consists of a National Inventory Report (NIR) and Common Reporting Format (CRF) tables. The Inventory coordinator at EPA is responsible for compiling all emission estimates, and ensuring consistency and quality throughout the NIR and CRF tables. Emission calculations for individual sources are the responsibility of individual source leads, who are most familiar with each source category and the unique characteristics of its emissions profile. The individual source leads determine the most appropriate methodology and collect the best activity data to use in the emission calculations, based upon their expertise in the source category, as well as coordinating with researchers and contractors familiar with the sources. A multi-stage process for collecting information from the individual source leads and producing the Inventory is undertaken annually to compile all information and data.

Methodology Development, Data Collection, and Emissions and Sink Estimation

Source leads at EPA collect input data and, as necessary, evaluate or develop the estimation methodology for the individual source categories. For most source categories, the methodology for the previous year is applied to the new "current" year of the Inventory, and Inventory analysts collect any new data or update data that have changed from the previous year. If estimates for a new source category are being developed for the first time, or if the methodology is changing for an existing source category (e.g., the United States is implementing a higher Tiered approach for that source category), then the source category lead will develop a new methodology, gather the most appropriate activity data and emission factors (or in some cases direct emission measurements) for the entire time series, and conduct a special source-specific peer review process involving relevant experts from industry, government, and universities.

Once the methodology is in place and the data are collected, the individual source leads calculate emissions and sink estimates. The source leads then update or create the relevant text and accompanying annexes for the Inventory. Source leads are also responsible for completing the relevant sectoral background tables of the Common Reporting Format, conducting quality assurance and quality control (QA/QC) checks, and uncertainty analyses, where appropriate.

Summary Spreadsheet Compilation and Data Storage

The Inventory coordinator at EPA collects the source categories' descriptive text and Annexes, and also aggregates the emission estimates into a summary spreadsheet that links the individual source category spreadsheets together. This summary sheet contains all of the essential data in one central location, in formats commonly used in the Inventory document. In addition to the data from each source category, national trend and related data is also gathered in the summary sheet for use in the Executive Summary, Introduction, and Recent Trends sections of the Inventory report. Electronic copies of each year's summary spreadsheet, which contains all the emission and sink estimates for the United States, are kept on a central server at EPA under the jurisdiction of the Inventory coordinator.

National Inventory Report Preparation

The NIR is compiled from the sections developed by each individual source lead. In addition, the Inventory coordinator prepares a brief overview of each chapter that summarizes the emissions from all sources discussed in the chapters. The Inventory coordinator then carries out a key source analysis for the Inventory, consistent with the *IPCC Good Practice Guidance* and in accordance with the reporting requirements of the UNFCCC. Also at this time, the Introduction, Executive Summary, and Recent Trends sections are drafted, to reflect the trends for the most recent year of the current Inventory. The analysis of trends necessitates gathering supplemental data, including weather and temperature conditions, economic activity and gross domestic product, population, atmospheric conditions, and the annual consumption of electricity, energy, and fossil fuels. Changes in these data are used to explain the trends observed in greenhouse gas emissions in the United States. Furthermore, specific factors that affect individual sectors are researched and discussed. Many of the factors that affect emissions are included in the Inventory document as separate analyses or side discussions in boxes within the text. Text boxes are also created to examine the data aggregated in different ways than in the remainder of the document, such as a focus on transportation activities or emissions from electricity generation. The document is prepared to match the specification of the UNFCCC reporting guidelines for National Inventory Reports.

Compile the Common Reporting Format Tables

The CRF tables are compiled from individual tables completed by each individual source lead, which contain source emissions and activity data. The Inventory coordinator integrates the source data into the complete CRF tables for the United States, assuring consistency across all sectoral tables. The summary reports for emissions, methods, and emission factors used, the overview tables for completeness and quality of estimates, the recalculation tables, the notation key completion tables, and the emission trends tables are then completed by the Inventory coordinator. Internal automated quality checks on the CRF tables, as well as reviews by the source leads, are completed for the entire time series of CRF tables before submission.

QA/QC and Uncertainty

QA/QC and uncertainty analyses are supervised by the QA/QC coordinator, who has general oversight over the implementation of the QA/QC plan and the overall uncertainty analysis for the Inventory (see section on QA/QC and Uncertainty, below). The QA/QC coordinator works closely with the source leads to ensure a consistent QA/QC plan and uncertainty analysis is implemented across all inventory sources. The inventory QA/QC plan, detailed in a following section, is consistent with the quality assurance procedures outlined by EPA.

Expert and Public Review Periods

During the Expert Review period, a first draft of the document is sent to a select list of technical experts outside of EPA. The purpose of the Expert Review is to encourage feedback on the methodological and data sources used in the current Inventory, especially for sources which have experienced any changes since the previous Inventory.

Once comments are received and addressed, a second draft of the document is released for public review by publishing a notice in the U.S. Federal Register and posting the document on the EPA Web site. The Public Review period allows for a 30 day comment period and is open to the entire U.S. public.

Final Submittal to UNFCCC and Document Printing

After the final revisions to incorporate any comments from the Expert Review and Public Review periods, EPA prepares the final National Inventory Report and the accompanying Common Reporting Format Tables. The U.S. Department of State sends the official submission of the U.S. Inventory to the UNFCCC. The document is then formatted for printing, posted online, printed by the U.S. Government Printing Office, and made available for the general public.

1.4. Methodology and Data Sources

Emissions of greenhouse gases from various source and sink categories have been estimated using methodologies that are consistent with the Revised 1996 IPCC Guidelines for National Greenhouse Gas Inventories (IPCC/UNEP/OECD/IEA 1997). To the extent possible, the present report relies on published activity and emission factor data. Depending on the emission source category, activity data can include fuel consumption or deliveries, vehicle-miles traveled, raw material processed, etc. Emission factors are factors that relate quantities of emissions to an activity. For some sources, IPCC default methodologies and emission factors have been employed. However, for most emission sources, the IPCC methodologies were expanded and more comprehensive methods were applied.

[Begin Text Box]

Box 1-2: IPCC Good Practice Guidance

In response to a request by Parties in 1998 to the United Nations Framework Convention on Climate Change (UNFCCC), the Intergovernmental Panel on Climate Change (IPCC) prepared and published a report on inventory good practice. The report, entitled *Good Practice Guidance and Uncertainty Management in National Greenhouse Gas Inventories (IPCC Good Practice Guidance)*, was developed with extensive participation of experts from the United States and many other countries.¹⁹ It focuses on providing direction to countries to produce emission estimates that are as accurate and transparent as possible, with the least possible uncertainty. In addition, the *IPCC Good Practice Guidance* was designed as a tool to complement the methodologies suggested in the *Revised 1996 IPCC Guidelines for National Greenhouse Gas Inventories (IPCC Guidelines)*.

Animals in Feedlots

In order to obtain these goals, *IPCC Good Practice Guidance* gives specific guidance in the following areas:

- Selection of the most appropriate estimation method, within the context of the IPCC Guidelines
- Implementation of quality control and quality assurance measures
- Proper assessment and documentation of data and information
- Quantification of uncertainties for most source categories

¹⁹ See <<http://www.ipcc-nggip.iges.or.jp/public/gp/gpgaum.htm>>

By providing such direction, the IPCC hopes to help countries provide inventories that are transparent, documented, and comparable.

The IPCC accepted the Land Use, Land-Use Change, and Forestry (LULUCF) Good Practice Guidance report in 2003 and Parties will be required to implement its guidance beginning with the 2005 inventory submission.

[End Box]

Inventory emission estimates from energy consumption and production activities are based primarily on the latest official fuel consumption data from the Energy Information Administration (EIA) of the U.S. Department of Energy and augmented with additional data where available. Emission estimates for NO_x, CO, and NMVOCs were obtained, except where noted, from preliminary data (EPA 2003). In their final iteration, these data will be published on the National Emission Inventory (NEI) Air Pollutant Emission Trends web site, which provides the latest estimates of regional and national emissions of local air pollutants. Emissions of these pollutants are estimated by the EPA based on statistical information about each source category, emission factors, and control efficiencies. While the EPA's estimation methodologies for local air pollutants are conceptually similar to the IPCC recommended methodologies, the large number of sources EPA used in developing its local air pollutant estimates makes it difficult to reproduce the methodologies from EPA (2003) in this inventory document. In these instances, the references containing detailed documentation of the methods used are identified for the interested reader. For agricultural sources, the EPA local air pollutant emission estimates were supplemented using activity data from other agencies. Complete documentation of the methodologies and data sources used is provided in conjunction with the discussion of each source and in the various annexes.

Emissions from fossil fuels combusted in civilian and military ships and aircraft engaged in the international transport of passengers and cargo are not included in U.S. totals, but are reported separately as international bunkers in accordance with IPCC reporting guidelines (IPCC/UNEP/OECD/IEA 1997). Carbon dioxide emissions from fuel combusted within U.S. territories, however, are included in U.S. totals.

The UNFCCC reporting guidelines require countries to complete a "top-down" reference approach for estimating CO₂ emissions from fossil fuel combustion in addition to their "bottom-up" sectoral methodology. This estimation method uses alternative methodologies and different data sources than those contained in that section of the Energy chapter. The reference approach estimates fossil fuel consumption by adjusting national aggregate fuel production data for imports, exports, and stock changes rather than relying on end-user consumption surveys (see Annex 4). The reference approach assumes that once carbon-based fuels are brought into a national economy, they are either saved in some way (e.g., stored in products, kept in fuel stocks, or left unoxidized in ash) or combusted, and therefore the carbon in them is oxidized and released into the atmosphere. Accounting for actual consumption of fuels at the sectoral or sub-national level is not required.

1.5. Key Sources

The IPCC's *Good Practice Guidance* (IPCC 2000) defines a key source category as a "[source category] that is prioritized within the national inventory system because its estimate has a significant influence on a country's total inventory of direct greenhouse gases in terms of the absolute level of emissions, the trend in emissions, or both."²⁰ By definition, key source categories include those sources that have the greatest contribution to the absolute level of national emissions. In addition, when an entire time series of emission estimates is prepared, a thorough investigation of key source categories must also account for the influence of trends of individual source categories. Therefore, a trend assessment is conducted to identify source categories for which significant uncertainty in the estimate would have considerable effects on overall emission trends. This analysis culls out source categories that

²⁰ See chapter 7 "Methodological Choice and Recalculation" in IPCC (2000).
< <http://www.ipcc-nggip.iges.or.jp/public/gp/gpgaum.htm> >

diverge from the overall trend in national emissions. Finally, a qualitative evaluation of key source categories is performed to capture any categories that were not identified in either of the quantitative analyses.

A Tier 1 approach, as defined in the IPCC's *Good Practice Guidance* (IPCC 2000), was implemented to identify the key source categories for the United States. Using this approach, a number of key source categories were identified based on an assessment of their absolute emission level and/or trend in emissions.

Due to the relative quantity of CO₂ emissions from fossil fuel combustion—particularly from mobile combustion in road vehicles and stationary combustion of coal, gas, and oil—these sources contributed most to this year's level assessment. Additionally, the following sources were the largest contributors to the level assessments for each year (listed in descending order as they appear in recent years):

- Direct N₂O from agricultural soils;
- CH₄ from solid waste disposal sites;
- CO₂ emissions from mobile combustion in the aviation sector;
- Fugitive emissions from natural gas operations;
- CH₄ from enteric fermentation in domestic livestock;
- Indirect N₂O emissions from nitrogen used in agriculture;
- CO₂ emissions from iron and steel production;
- Fugitive emissions from coal mining;
- N₂O emissions from mobile combustion in road vehicles; and
- CO₂ emissions from cement production.

The remaining key sources identified under the level assessment varied by year. The following six source categories were determined to be key using the level assessment for only part of the complete time series:

- HFC and PFC emissions from substitutes for ozone depleting substances (1996 to 2002);
- CO₂ emissions from mobile combustion in the marine sector (1990-1997, 1999-2000, 2002);
- HFC-23 emissions from HCFC-22 manufacture (1990, 1995, 1996, 1998);
- SF₆ emissions from electrical equipment (1990-1994);
- CH₄ emissions from manure management (1991-1999, 2001); and
- CH₄ emissions from wastewater handling (1995).

Although other sources have fluctuated by greater percentages since 1990, by virtue of their size, CO₂ emissions from mobile combustion from road vehicles and stationary combustion of coal and oil are the greatest contributors to the overall trend for 2002. The fourth largest contributor to the overall trend in 2002—moving ahead of CO₂ emissions from stationary combustion of gas—is emissions from substitutes for ozone depleting substances (ODSs). These emissions have grown quickly with the phase out of ODS under the Montreal Protocol.

Two additional source categories with trends of note are fugitive emissions from coal mining and PFC emissions from aluminum manufacturing, which decreased from 1990 through 2002 by approximately 36 and 71 percent, respectively. Reductions in emissions from coal mining are primarily due to EPA's voluntary coalbed methane capture program and the mining of less gassy coal than in previous years. PFC emissions have decreased primarily as a result of emission reduction activities by the aluminum industry.

The remaining source categories that were identified as key sources based solely on a trend assessment are listed below.

- Fugitive emissions from oil operations;

- N₂O emissions from adipic acid production; and
- CO₂ emissions from waste incineration.

In addition to conducting Tier 1 level and trend assessments, a qualitative assessment of the source categories, as described in the IPCC's *Good Practice Guidance* (IPCC 2000), was conducted to capture any key sources that were not identified by either quantitative method. Two additional key sources were identified using this qualitative assessment. A brief discussion of the reasoning for the qualitative designation is given below:

- International bunker fuels are fuels consumed for aviation or marine international transport activities, and emissions from these fuels are reported separately from totals in accordance with IPCC guidelines. If these emissions were included in the totals, bunker fuels would qualify as a key source according to the Tier 1 approach. The amount of uncertainty associated with estimation of emissions from international bunker fuels also supports the qualification of this source category as key.
- Non-energy uses of fossil fuels represent a significant percentage of the total carbon inventory, and the fact that small changes in storage factors for these non-energy uses may result in large changes in storage and emissions qualifies this source category as key.

Table 1-6 presents the key source categories for the United States based on the Tier 1 approach using emissions data in this report, and ranked according to their sector and global warming potential-weighted emissions in 2002. The table also indicates the criteria used in identifying these source categories (i.e., level, trend, and/or qualitative assessments). Please see Annex 1 for additional information regarding the key source categories in the United States and the methodologies used to identify them.

Table 1-6: Key Source Categories for the United States (1990-2002) Based on Tier 1 Approach

IPCC Source Categories	Gas	Level	Trend	Qual ^a	2002 Emissions (Tg CO ₂ Eq.)
Energy					
CO ₂ Emissions from Stationary Combustion – Coal	CO ₂	✓	✓		2,005.56
Mobile Combustion: Road & Other	CO ₂	✓	✓		1,534.42
CO ₂ Emissions from Stationary Combustion – Gas	CO ₂	✓	✓		1,160.55
CO ₂ Emissions from Stationary Combustion – Oil	CO ₂	✓	✓		680.15
Mobile Combustion: Aviation	CO ₂	✓	✓		177.56
Fugitive Emissions from Natural Gas Operations	CH ₄	✓	✓		121.82
Fugitive Emissions from Coal Mining & Handling	CH ₄	✓	✓		52.23
Mobile Combustion: Marine	CO ₂	✓			52.38
Mobile Combustion: Road & Other	N ₂ O	✓			50.73
Fugitive Emissions from Oil Operations	CH ₄		✓		23.19
International Bunker Fuels ^b	Several			✓	87.73
Non-Energy Use of Fossil Fuel ^b	CO ₂			✓	260.60
Industrial Processes					
Emissions from Substitutes for Ozone Depleting Substances	Several	✓	✓		91.71
CO ₂ Emissions from Iron and Steel Production	CO ₂	✓	✓		54.41
CO ₂ Emissions from Cement Production	CO ₂	✓	✓		42.90
HFC-23 Emissions from HCFC-22 Manufacture	HFCs	✓	✓		19.79
SF ₆ Emissions from Electrical Equipment	SF ₆	✓	✓		14.76
N ₂ O Emissions from Adipic Acid Production	N ₂ O		✓		5.90
PFC Emissions from Aluminum Production	PFCs		✓		5.21
Agriculture					
Direct N ₂ O Emissions from Agricultural Soils	N ₂ O	✓	✓		209.92
CH ₄ Emissions from Enteric Fermentation in Domestic Livestock	CH ₄	✓	✓		114.45
Indirect N ₂ O Emissions from Nitrogen Used in Agriculture	N ₂ O	✓			77.42
CH ₄ Emissions from Manure Management	CH ₄	✓	✓		39.46
Waste					

CH ₄ Emissions from Solid Waste Disposal Sites	CH ₄	✓	✓	193.03
CH ₄ Emissions from Wastewater Treatment	CH ₄	✓		28.66
CO ₂ Emissions from Waste Incineration	CO ₂		✓	18.78
Subtotal of Key Source Emissions				6,775.0
Total Emissions				6,934.6
Percent of Total				97.7%

^a Qualitative criteria.

^b Emissions from these sources not included in totals.

Note: Sinks (e.g., LUCF, Landfill Carbon Storage) are not included in this analysis. The Tier 1 approach for identifying key source categories does not directly include an assessment of uncertainty in emission estimates.

1.6. Quality Assurance and Quality Control

As part of efforts to achieve its stated goals for inventory quality, transparency, and credibility, the United States has developed a quality assurance and quality control plan designed to check, document and improve the quality of its inventory over time. QA/QC activities on the Inventory are undertaken within the framework of the U.S. QA/QC plan, *Quality Assurance/Quality Control and Uncertainty Management Plan for the U.S. Greenhouse Gas Inventory: Procedures Manual for QA/QC and Uncertainty Analysis*.

In particular, key attributes of the QA/QC plan include:

- The plan includes specific detailed procedures (or protocols) and templates (or forms) that serve to standardize the process of documenting and archiving information, as well as to guide the implementation of QA/QC and the analysis of the uncertainty of the inventory estimates.
- The plan includes expert review as well as QC—for both the inventory estimates and the Inventory (which is the primary vehicle for disseminating the results of the inventory development process). In addition, the plan provides for public review of the Inventory.
- The QC process includes both Tier 1 (general) and Tier 2 (source-specific) quality controls and checks, as recommended by IPCC Good Practice Guidance.
- Investigations of secondary data quality and source-specific quality checks (Tier 2 QC) are considered in parallel and coordination with the uncertainty assessment; the development of protocols and templates provides for more structured communication and integration with the suppliers of secondary information.
- The plan contains record-keeping provisions to track what procedures have been followed, and the results of the QA/QC and uncertainty analysis, and contains feedback mechanisms for corrective action based on the results of the investigations, thereby providing for continual data quality improvement and guided research efforts.
- The plan is designed so that QA/QC procedures are implemented throughout the whole inventory development process—from initial data collection, through preparation of the emission estimates, to publication of the Inventory.
- The plan includes a schedule for multi-year implementation.
- The plan promotes and involves coordination and interaction within the EPA, across Federal agencies and departments, state government programs, and research institutions and consulting firms involved in supplying data or preparing estimates for the inventory. The QA/QC plan itself is intended to be revised and reflect new information that becomes available as the program develops, methods are improved, or additional supporting documents become necessary. For example, the availability of new information or additional detail on techniques or procedures for checking the quality of data inputs or emission calculations could necessitate revising the procedures in the Procedures Manual or preparing a background paper expanding on procedures to be used.

The quality checking and control activities described in the U.S. QA/QC plan occur throughout the inventory process; QA/QC is not separate from, but is an integral part of, preparing the inventory. Quality control—in the form of both good practices (such as documentation procedures) and checks on whether good practices and

procedures are being followed—is applied at every stage of inventory development and document preparation. In addition, quality assurance occurs at two stages—an expert review and a public review. While both phases can significantly contribute to inventory quality, the public review phase is also essential for promoting the openness of the inventory development process and the transparency of the inventory data and methods.

QA/QC procedures guide the process of ensuring inventory quality by describing data and methodology checks, developing processes governing peer review and public comments, and developing guidance on conducting an analysis of the uncertainty surrounding the emission estimates. The QA/QC procedures also include feedback loops and provide for corrective actions that are designed to improve the inventory estimates over time.

In addition, based on the national QA/QC plan for the Inventory, source-specific QA/QC plans have been developed for a limited number of sources. These plans follow the procedures outlined in the national QA/QC plan, tailoring the procedures to the specific text and spreadsheets of the individual sources. For the current Inventory, source-specific plans have been developed and implemented for the majority of sources within the Energy and Industrial Process sectors.

Throughout this Inventory, a minimum of a Tier 1 QA/QC analysis has been undertaken. Where QA/QC activities for a particular source go beyond the minimum Tier 1 level, further explanation is provided within the respective source category text.

1.7. Uncertainty and Limitations of Emission Estimates

Uncertainty estimates are an essential element of a complete and transparent emissions inventory. Uncertainty information is not intended to dispute the validity of the inventory estimates, but to help prioritize efforts to improve the accuracy of future inventories and guide future decisions on methodological choice. While the U.S. Inventory calculates its emission estimates with the highest possible accuracy, uncertainties are associated to a varying degree with the development of emission estimates for any inventory. Some of the current estimates, such as those for CO₂ emissions from energy-related activities and cement processing, are considered to have minimal uncertainty associated with them. For some other categories of emissions, however, a lack of data or an incomplete understanding of how emissions are generated increases the uncertainty surrounding the estimates presented. Despite these uncertainties, the UNFCCC reporting guidelines follow the recommendation in the *Revised 1996 IPCC Guidelines for National Greenhouse Gas Inventories* (IPCC/UNEP/OECD/IEA 1997) and require that countries provide single point estimates for each gas and emission or removal source category. Within the discussion of each emission source, specific factors affecting the uncertainty associated with the estimates are discussed.

The IPCC methodologies provided in the *Revised 1996 IPCC Guidelines* represent baseline methodologies for a variety of source categories, and many of these methodologies continue to be improved and refined as new research and data become available. This report uses the IPCC methodologies when applicable, and supplements them with other available methodologies and data where possible. The United States realizes that additional efforts are still needed to improve methodologies and data collection procedures. Specific areas requiring further research include:

- Incorporating excluded emission sources. Quantitative estimates for some of the sources and sinks of greenhouse gas emissions are not available at this time. In particular, emissions from some land-use activities and industrial processes are not included in the inventory either because data are incomplete or because methodologies do not exist for estimating emissions from these source categories. See Annex 5 for a discussion of the sources of greenhouse gas emissions and sinks excluded from this report.
- Improving the accuracy of emission factors. Further research is needed in some cases to improve the accuracy of emission factors used to calculate emissions from a variety of sources. For example, the accuracy of current emission factors applied to CH₄ and N₂O emissions from stationary and mobile combustion is highly uncertain.
- Collecting detailed activity data. Although methodologies exist for estimating emissions from some sources, problems arise in obtaining activity data at a level of detail in which aggregate emission factors can be applied. For example, the ability to estimate emissions of SF₆ from electrical transmission and distribution is limited due to a lack of activity data regarding national SF₆ consumption or average equipment leak rates.

The IPCC provides good practice guidance on two approaches—Tier 1 and Tier 2—to estimating uncertainty for individual source categories. The Tier 1 method is a spreadsheet-based analysis that estimates uncertainties by using the error propagation equation. The spreadsheet employs uncertainty ranges for activity data and emission factors consistent with the sectoral good practice guidance. The Tier 2 uncertainty estimation methodology employs the Monte Carlo Stochastic Simulation technique. The principle of Monte Carlo analysis is to select random values of emission factor and activity data from within their individual probability density functions, and to calculate the corresponding emission values. Tier 2 uncertainty analysis was applied wherever data and resources permitted. Consistent with the Good Practice Guidance, over a multi-year timeframe, the United States expects to continue to improve the uncertainty estimates presented in this report and add quantitative estimates of uncertainty where none currently exist. See Annex 7, Uncertainty, of this report for further details on the U.S. process for estimating uncertainties associated with emission estimates and for a more detailed discussion of the limitations of the current analysis and plans for improvement.

While there are two types of estimation uncertainty, parameter uncertainty and model uncertainty, the Tier 1 and Tier 2 approaches were applied only to estimate parameter uncertainty of emission estimates. Parameter uncertainty refers to the uncertainty associated with quantifying the parameters used as inputs (e.g., activity data and emission factors) to the emission estimation models. Model uncertainty refers to the uncertainty associated with developing mathematical equations or models to characterize the emission and/or removal processes. Model uncertainties can be evaluated by comparing the model results with the results of other models that are developed to characterize the same emission generation process and through sensitivity analysis. Model uncertainties for some sources are identified, but not evaluated.

Emissions calculated for the U.S. Inventory reflect current best estimates; in some cases, however, estimates are based on approximate methodologies, assumptions, and incomplete data. As new information becomes available in the future, the United States will continue to improve and revise its emission estimates.

1.8. Completeness

This report, along with its accompanying CRF tables, serves as a thorough assessment of the anthropogenic sources and sinks of greenhouse gas emissions for the United States for the time series 1990 through 2002. Although this report is intended to be comprehensive, certain sources have been identified yet excluded from the estimates presented for various reasons. Generally speaking, sources not accounted for in this Inventory are excluded due to data limitations or a lack of thorough understanding of the emission process. The United States is continually working to improve upon the understanding of such sources and seeking to find the data required to estimate related emissions. As such improvements are made, new emission sources are quantified and included in the Inventory. For a complete list of sources excluded, see Annex 5.

1.9. Organization of Report

In accordance with the *Revised 1996 IPCC Guidelines for National Greenhouse Gas Inventories* (IPCC/UNEP/OECD/IEA 1997), and the 2003 *UNFCCC Guidelines on Reporting and Review* (UNFCCC 2003), this Inventory of U.S. Greenhouse Gas Emissions and Sinks is segregated into six sector-specific chapters, listed below in Table 1-7. In addition, chapters on Trends in Greenhouse Gas Emissions and Other information to be considered as part of the U.S. Inventory submission are included.

Table 1-7: IPCC Sector Descriptions

Chapter/IPCC Sector	Activities Included
Energy	Emissions of all greenhouse gases resulting from stationary and mobile energy activities including fuel combustion and fugitive fuel emissions.
Industrial Processes	By-product or fugitive emissions of greenhouse gases from industrial processes not directly related to energy activities such as fossil fuel combustion.

Solvent and Other Product Use	Emissions, of primarily NMVOCs resulting from the use of solvents and N ₂ O from product usage.
Agriculture	Anthropogenic emissions from agricultural activities except fuel combustion, which is addressed under Energy.
Land-Use Change and Forestry	Emissions and removals of CO ₂ from forest management, other land-use activities, and land-use change.
Waste	Emissions from waste management activities.

Source: (IPCC/UNEP/OECD/IEA 1997)

Within each chapter, emissions are identified by the anthropogenic activity that is the source or sink of the greenhouse gas emissions being estimated (e.g., coal mining). Overall, the following organizational structure is consistently applied throughout this report:

Chapter/IPCC Sector: Overview of emission trends for each IPCC defined sector

Source category: Description of source pathway and emission trends.

Methodology: Description of analytical methods employed to produce emission estimates and identification of data references, primarily for activity data and emission factors.

Uncertainty: A discussion and quantification of the uncertainty in emission estimates and a discussion of time-series consistency.

QA/QC and Verification: A discussion on steps taken to QA/QC and verify the emission estimates, where beyond the overall U.S. QA/QC plan, and any key findings.

Recalculation: A discussion of any data or methodological changes necessitating a recalculation of previous years' emission estimates, and the impact of the recalculation on the emission estimates, if applicable.

Planned Improvements: A discussion on any source-specific planned improvements, if applicable.

Special attention is given to CO₂ from fossil fuel combustion relative to other sources because of its share of emissions relative to other sources and its dominant influence on emission trends. For example, each energy consuming end-use sector (i.e., residential, commercial, industrial, and transportation), as well as the electricity generation sector, is treated individually. Additional information for certain source categories and other topics is also provided in several Annexes listed in Table 1-8.

Table 1-8: List of Annexes

ANNEX 1 Key Source Analysis
ANNEX 2 Methodology and Data for Estimating CO ₂ Emissions from Fossil Fuel Combustion
2.1. Methodology for Estimating Emissions of CO ₂ from Fossil Fuel Combustion
2.2. Methodology for Estimating the Carbon Content of Fossil Fuels
2.3. Methodology for Estimating Carbon Stored in Products from Non-Energy Uses of Fossil Fuels
ANNEX 3 Methodological Descriptions for Additional Source or Sink Categories
3.1. Methodology for Estimating Emissions of CH ₄ , N ₂ O, and Ambient Air Pollutants from Stationary Combustion
3.2. Methodology for Estimating Emissions of CH ₄ , N ₂ O, and Ambient Air Pollutants from Mobile Combustion and Methodology for and Supplemental Information on Transportation-Related Greenhouse Gas Emissions
3.3. Methodology for Estimating CH ₄ Emissions from Coal Mining
3.4. Methodology for Estimating CH ₄ Emissions from Natural Gas Systems
3.5. Methodology for Estimating CH ₄ Emissions from Petroleum Systems
3.6. Methodology for Estimating CO ₂ and N ₂ O Emissions from Municipal Solid Waste Combustion
3.7. Methodology for Estimating Emissions from International Bunker Fuels used by the U.S. Military
3.8. Methodology for Estimating HFC and PFC Emissions from Substitution of Ozone Depleting Substances
3.9. Methodology for Estimating CH ₄ Emissions from Enteric Fermentation
3.10. Methodology for Estimating CH ₄ and N ₂ O Emissions from Manure Management
3.11. Methodology for Estimating N ₂ O Emissions from Agricultural Soil Management
3.12. Methodology for Estimating Net Changes in Forest Carbon Stocks

3.13.	Methodology for Estimating Net Changes in Carbon Stocks in Mineral and Organic Soils
3.14.	Methodology for Estimating CH ₄ Emissions from Landfills
ANNEX 4 IPCC Reference Approach for Estimating CO ₂ Emissions from Fossil Fuel Combustion	
ANNEX 5 Assessment of the sources and sinks of greenhouse gas emissions excluded	
ANNEX 6 Additional Information	
ANNEX 7 Uncertainty	
7.1.	Methodology
7.2.	Uncertainty Estimation as a Process
7.3.	Planned Improvements
